

Paragon Mortgages (No. 16) PLC
30 June 2014

Expected Redemption of Mortgage Backed Floating Rate Notes

Paragon Mortgages (No. 16) PLC announces that subject to market conditions and Board approval, it expects to announce in due course its intention to redeem in full the Mortgage Backed Floating Rate Notes (“the Notes”) due in 2039. In order to achieve this and in accordance with the terms and conditions of the Notes, Paragon Mortgages (No. 16) PLC would issue a notice to the holders of the Notes informing them of the exercise of the call option and the interest payment date on which any redemption would take place.

For further information, please contact:

John G Gemmell
Company Secretary
Tel: 0121 712 2075